



NORTH DAKOTA OFFICE OF THE STATE AUDITOR

State Auditor Joshua C. Gallion

Morton County Water Resource District

Mandan, North Dakota

Audit Report for the Year Ended December 31, 2024

Client Code: PS30010



Photo credit: North Dakota Tourism



Office of the
State Auditor

MORTON COUNTY WATER RESOURCE DISTRICT

Table of Contents

For the Years Ended December 31, 2024

District Officials	1
Independent Auditor's Report	2
Basic Financial Statements	
Statement of Net Position	5
Statement of Activities	6
Balance Sheet - Governmental Funds.....	7
Reconciliation of Governmental Funds Balance Sheets to the	
Statement of Net Position	8
Statement of Revenues, Expenditures and Changes in Fund Balances -	
Governmental Funds	9
Reconciliation of the Governmental Funds Statement of Revenues,	
Expenditures, and Changes in Fund Balances to the	
Statement of Activities	10
Statement of Net Position – Proprietary Funds	11
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	12
Statement of Cash Flows - Proprietary Funds.....	13
Notes to the Financial Statements.....	14
Required Supplementary Information	
Budgetary Comparison Schedules	21
Notes to the Required Supplementary Information	22
Report on Internal Control over Financial Reporting and on Compliance	
and Other Matters Based on an Audit of Financial Statements	
Performed in Accordance with Government Auditing Standards.....	23
Summary of Auditor's Results.....	25
Schedule of Audit Findings	26

MORTON COUNTY WATER RESOURCE DISTRICT

District Officials
December 31, 2024

DISTRICT OFFICIALS

Wade Bachmeier
Jamie Wetsch
Bruce Engelhardt
James E. Schmidt
Todd Norton

Chairman
Vice Chairman
Director
Boardmember
Boardmember

Brenda Winckler

Secretary/Treasurer

Karin Garvie
Carrie Schaner

General Manager, Water System
Administrative Manager, Water System

STATE AUDITOR
Joshua C. Gallion



PHONE
701-328-2241

FAX
701-328-2345

www.nd.gov/auditor

STATE OF NORTH DAKOTA
OFFICE OF THE STATE AUDITOR
STATE CAPITOL
600 E. Boulevard Ave. Dept. 117
Bismarck, North Dakota, 58505

ndsao@nd.gov

INDEPENDENT AUDITOR'S REPORT

Board of District Commissioners
Morton County Water Resource District
Mandan, North Dakota

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business type activities, and each major fund of Morton County Water Resource District, North Dakota, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise Morton County Water Resource District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of Morton County Water Resource District, North Dakota, as of December 31, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Morton County Water Resource District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Morton County Water Resource District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing our audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Morton County Water Resource District's internal control. Accordingly, no such opinion is expressed
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Morton County Water Resource District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *budgetary comparison schedule and notes to the required supplementary information* be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the *management's discussion and analysis* that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the *Governmental Accounting Standards* Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 11, 2025 on our consideration of Morton County Water Resource District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Morton County Water Resource District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Morton County Water Resource District's internal control over financial reporting and compliance.

/S/

Joshua C. Gallion
State Auditor

Bismarck, North Dakota
August 11, 2025

MORTON COUNTY WATER RESOURCE DISTRICT

Statement of Net Position

December 31, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 658,817	\$ 508,452	\$ 1,167,269
Investments	345,512	1,290,509	1,636,021
Restricted Cash and Cash Equivalents	-	28,020	28,020
Accounts Receivable	-	172,112	172,112
Intergovernmental Receivable	-	100,927	100,927
Taxes Receivable	2,591	-	2,591
Special Assessments Receivable	703	-	703
Capital Assets			
Nondepreciable	1,091,588	3,001,643	4,093,231
Amortized, Net	-	378,771	378,771
Depreciable, Net	5,544,550	10,445,784	15,990,334
Total Assets	\$ 7,643,761	\$ 15,926,218	\$ 23,569,979
LIABILITIES			
Accounts Payable	\$ -	\$ 213,425	\$ 213,425
Salaries Payable	-	13,044	13,044
Payroll Liability	21	-	21
Interest Payable	133	46,993	47,126
Retainage Payable	-	25,000	25,000
Long-Term Liabilities			
Due Within One Year			
Long-Term Debt	12,066	132,251	144,317
Compensated Absences Payable	-	9,147	9,147
Due After One Year			
Long-Term Debt	-	2,865,285	2,865,285
Compensated Absences Payable	-	77,794	77,794
Total Liabilities	\$ 12,220	\$ 3,382,939	\$ 3,395,159
NET POSITION			
Net Investment in Capital Assets	\$ 6,623,939	\$ 10,781,669	\$ 17,405,608
Restricted for:			
Debt Service	-	28,020	28,020
Dam Maintenance	9,879	-	9,879
Unrestricted	997,723	1,733,590	2,731,313
Total Net Position	\$ 7,631,541	\$ 12,543,279	\$ 20,174,820

The notes to the financial statements are an integral part of this statement.

MORTON COUNTY WATER RESOURCE DISTRICT

Statement of Activities

For the Year Ended December 31, 2024

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Capital Grants and Contributions	Governmental Activities	Business- Type Activities	Total
Governmental Activities						
Conservation of Natural Resources	\$ 310,056	\$ 5,843	\$ 13,667	\$ (290,546)	\$ -	\$ (290,546)
Interest on Long-Term Debt	1,017	-	-	(1,017)	-	(1,017)
Total Governmental Activities	\$ 311,073	\$ 5,843	\$ 13,667	\$ (291,563)	\$ -	(291,563)
Business-Type Activities						
Water System	\$ 3,345,615	\$ 2,955,487	\$ 1,495,331	\$ -	\$ 1,105,203	\$ 1,105,203
Total Primary Government	\$ 3,656,688	\$ 2,961,330	\$ 1,508,998	\$ (291,563)	\$ 1,105,203	\$ 813,640
General Revenues						
Taxes				\$ 153,486	\$ -	\$ 153,486
Interest Earnings				21,743	58,394	80,137
Gain on Sale of Capital Assets				-	33,000	33,000
Miscellaneous Revenue				-	36,621	36,621
Total General Revenues				\$ 175,229	\$ 128,015	\$ 303,244
Change in Net Position				\$ (116,334)	\$ 1,233,218	\$ 1,116,884
Net Position - January 1				\$ 7,747,875	\$ 11,310,061	\$ 19,057,936
Net Position - December 31				\$ 7,631,541	\$ 12,543,279	\$ 20,174,820

The notes to the financial statements are an integral part of this statement.

MORTON COUNTY WATER RESOURCE DISTRICT

Balance Sheet – Governmental Funds

December 31, 2024

	General Fund
ASSETS	
Cash and Cash Equivalents	\$ 658,817
Investments	345,512
Taxes Receivable	2,591
Special Assessments Receivable	703
	<hr/>
Total Assets	<u>\$ 1,007,623</u>
 DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	
Liabilities	
Payroll Liability	\$ 21
	<hr/>
Total Liabilities	<u>\$ 21</u>
 Deferred Inflows of Resources	
Taxes Receivable	\$ 2,591
Special Assessments Receivable	703
	<hr/>
Total Deferred Inflows of Resources	<u>\$ 3,294</u>
 Total Liabilities and Deferred Inflows of Resources	<u>\$ 3,315</u>
 Fund Balances	
Committed	
Dam Maintenance	\$ 9,879
Unassigned	994,429
	<hr/>
Total Fund Balances	<u>\$ 1,004,308</u>
 Total Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,007,623</u>

The notes to the financial statements are an integral part of this statement.

MORTON COUNTY WATER RESOURCE DISTRICT
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
December 31, 2024

Total Fund Balances for Governmental Funds \$ 1,004,308

Total *net position* reported for government activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and are not reported in the governmental funds. 6,636,138

Property taxes and special assessments receivable will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and therefore are reported as deferred inflows in the funds.

Property Taxes Receivable	\$ 2,591	
Special Assessments Receivable	<u>703</u>	3,294

Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position.

Long-Term Debt	\$ (12,066)	
Interest Payable	<u>(133)</u>	<u>(12,199)</u>

Total Net Position of Governmental Activities \$ 7,631,541

The notes to the financial statements are an integral part of this statement.

MORTON COUNTY WATER RESOURCE DISTRICT

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Year Ended December 31, 2024

	General Fund
REVENUES	
Property Taxes	\$ 153,579
Maintenance Assessments	5,843.01
Interest Income	21,744
Miscellaneous	<u>13,667</u>
Total Revenues	<u>\$ 194,833</u>
EXPENDITURES	
Current	
Projects	\$ 72,116
Payroll	38,477
Professional Fees	17,284
Miscellaneous	12,337
Debt Service	
Principal	11,781
Interest	<u>1,079</u>
Total Expenditures	<u>\$ 153,074</u>
Net Change in Fund Balances	<u>\$ 41,759</u>
Fund Balance - January 1	<u>\$ 962,549</u>
Fund Balance - December 31	<u><u>\$ 1,004,308</u></u>

The notes to the financial statements are an integral part of this statement.

MORTON COUNTY WATER RESOURCE DISTRICT

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds to the Statement of Activities

For the Year Ended December 31, 2024

Net Change in <i>Fund Balances</i> - Total Governmental Funds	\$ 41,759
--	------------------

The change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlay	\$ 39,800	
Depreciation Expense	<u>(209,642)</u>	(169,842)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

11,781

Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds.

Net Change in Interest Payable	62
--------------------------------	----

Some revenues reported on the statement of activities are not reported as revenues in the governmental funds since they do not represent available resources to pay current expenditures.

Net Change in Taxes Receivable	\$ 5	
Net Change in Special Assessments Receivable	<u>(99)</u>	<u>(94)</u>

Change in Net Position of Governmental Activities	<u>\$ (116,334)</u>
--	----------------------------

The notes to the financial statements are an integral part of this statement.

MORTON COUNTY WATER RESOURCE DISTRICT

Statement of Net Position – Proprietary Funds

For the Year Ended December 31, 2024

	Business-Type Activities
	Water System
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 508,452
Investments	1,290,509
Restricted Cash and Cash Equivalents	
Debt Reserve	28,020
Intergovernmental Receivable	100,927
Utility Billings Receivable	172,112
Total Current Assets	<u>\$ 2,100,020</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	\$ 3,001,643
Amortized, Net	378,771
Depreciable, Net	10,445,784
Total Noncurrent Assets	<u>\$ 13,826,198</u>
Total Assets	<u>\$ 15,926,218</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 213,425
Salaries Payable	13,044
Interest Payable	46,993
Retainage Payable	25,000
Long-Term Debt	132,251
Compensated Absences	9,147
Total Current Liabilities	<u>\$ 439,860</u>
Noncurrent Liabilities	
Long-Term Debt	\$ 2,865,285
Compensated Absences	77,794
Total Noncurrent Liabilities	<u>\$ 2,943,079</u>
Total Liabilities	<u>\$ 3,382,939</u>
NET POSITION	
Net Investment in Capital Assets	\$ 10,781,669
Restricted for Debt Service	28,020
Unrestricted	1,733,590
Total Net Position	<u>\$ 12,543,279</u>

The notes to the financial statements are an integral part of this statement.

MORTON COUNTY WATER RESOURCE DISTRICT

Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds

December 31, 2024

	<u>Business-Type Activities</u>
	<u>Water System</u>
OPERATING REVENUES	
Charges for Services	\$ 2,955,487
Miscellaneous Revenue	<u>36,621</u>
Total Operating Revenues	<u>\$ 2,992,108</u>
OPERATING EXPENSES	
General and Administrative	\$ 138,646
Payroll	790,243
Insurance	62,915
Operations and Maintenance	1,818,036
Depreciation	418,914
Amortization	<u>31,564</u>
Total Operating Expenses	<u>\$ 3,260,318</u>
Operating Loss	<u>\$ (268,210)</u>
NONOPERATING REVENUES (EXPENSES)	
Interest Income	\$ 58,394
Gain on Sale of Capital Asset	33,000
SWC Reimbursements	1,495,331
Interest Expense and Service Charges	<u>(85,297)</u>
Total Non-Operating Revenues	<u>\$ 1,501,428</u>
Change in Net Position	<u>\$ 1,233,218</u>
Net Position - January 1	<u>\$ 11,310,061</u>
Net Position - December 31	<u><u>\$ 12,543,279</u></u>

The notes to the financial statements are an integral part of this statement.

MORTON COUNTY WATER RESOURCE DISTRICT

Statement of Cash Flows – Proprietary Funds

December 31, 2024

	Business-Type Activities
	<u>Water System</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Customers	\$ 3,289,906
Payments to Suppliers	(2,999,482)
Payments to Employees	(782,199)
Miscellaneous Revenue	<u>36,621</u>
Net Cash Used by Operating Activities	<u>\$ (455,154)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of Capital Assets	\$ (1,711,753)
Intergovernmental Reimbursements	1,495,331
Principal Paid on Capital Debt	(126,685)
Proceeds from Loan	308,782
Interest and Fees Paid on Capital Debt	<u>(82,998)</u>
Net Cash Used by Capital and Related Financing Activities	<u>\$ (117,323)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchases, Sales & Maturities of Investments	\$ 66,606
Interest Income	<u>58,394</u>
Net Cash Provided by Investing Activities	<u>\$ 125,000</u>
Net Decrease in Cash	<u>\$ (447,477)</u>
Cash & Cash Equivalent - January 1	<u>\$ 983,949</u>
Cash & Cash Equivalent - December 31	<u><u>\$ 536,472</u></u>
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES	
Operating Loss	<u>\$ (268,210)</u>
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities	
Depreciation	\$ 418,914
Amortization	31,564
Sale of Capital Assets	33,000
Change in Assets and Liabilities:	
Accounts Receivable	3,745
Intergovernmental Receivables	297,674
Other Asset	-
Accounts Payable	(864,979)
Retainage Payable	(114,906)
Payroll Liability	4,621
Compensated Absences	<u>3,423</u>
Net Cash Used by Operating Activities	<u><u>\$ (455,154)</u></u>

The notes to the financial statements are an integral part of this statement.

MORTON COUNTY WATER RESOURCE DISTRICT

Notes to the Financial Statements

For the Year Ended December 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Morton County Water Resource District ("District") have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

Reporting Entity

The accompanying financial statements present the activities of the District. The District has considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationships with the District are such that exclusion would cause its financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. This criteria includes appointing a voting majority of an organization's governing body and (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to or impose specific financial burdens on the District.

Based on these criteria, there are no component unit to be included within the District as a reporting entity

Basis of Presentation

Government-wide statements. The statement of net position and the statement of activities display information about the primary government, the District, and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, interest, and non-restricted grants and contributions, are presented as general revenues.

Fund Financial Statements. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category, *governmental* and *proprietary*, are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column.

The District reports the following major governmental fund:

General Fund - This is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Additionally, the District reports the following major enterprise fund:

Water System- This fund accounts for the operation and maintenance of the Missouri West Water System

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide and Proprietary Fund Financial Statements. The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. All revenues are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, and then by general revenues.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits and money market accounts.

The investments of the District consist of certificates of deposits stated at cost with original maturities in excess of three months.

Capital Assets

Capital assets include plant and equipment. Assets are reported in the governmental activities' column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of \$7,500 or more. Such assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is not capitalized.

Capital assets of the District are depreciated using the straight-line method over the following estimated useful lives:

ASSET	YEARS
Buildings	40
Infrastructure	40
Machinery	5 - 15
Equipment/Vehicles	3 - 5
Office Equipment	3 - 5

Compensated Absences

Full time employees earn vacation benefits from one to two hours per month, depending on tenure with the District. Up to 240 hours of vacation leave may be carried over at year end. Sick leave benefits are earned at the rate of one day per month regardless of the years of service.

Upon termination of employment, employees will be paid for vacation benefits that have accrued based on their current base of pay. Any employee who has ten or more consecutive years of employment will be eligible to receive payment for sick leave at a rate of 25% of the unused balance. The liability for compensated absences reported in the financial statements consists of unpaid, accumulated annual vacation and sick leave balances. The liability for compensated absences is reported in the government-wide financial statements. The leave consists of vacation leave and sick leave that is attributable to services already rendered, it accumulates, and it is more likely than not to be used or settled through cash or noncash means. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The government-wide statement of net position reports both current and noncurrent portions of compensated absences. A days used approach applied to the LIFO flow assumption was adopted to determine this liability and the portions that are current and long term.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position.

In the fund financial statements, the face amount of the debt is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources. Issuance costs are reported as debt service expenditures.

Fund Balances

Fund Balance Spending Policy. It is the policy of the District to spend restricted resources first, followed by unrestricted resources. It is also the policy of the Board to spend unrestricted resources of funds in the following order: committed, assigned and then unassigned.

Committed Fund Balances. Committed fund balances consist of amounts in the general fund that are not restricted by enable legislation or 3rd parties but have been committed by the District Board for specific purposes.

Unassigned Fund Balances. Unassigned fund balances are reported in the general fund and for negative fund balances at year-end.

Net Position

Net investment in capital assets is reported for capital assets less accumulated depreciation, as well as net of any related debt to purchase or finance the capital assets. These assets are not available for future spending.

Restrictions of net position in the statement of net position are due to restricted tax levies and restricted Federal & State grants/reimbursements.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Change in Accounting Principle

The District implemented GASB Statement No. 101, Compensated Absences – an amendment of GASB Statement No. 16, during the year ended December 31, 2024. GASB Statement No. 101 updates the recognition and measurement guidance for compensated absences.

NOTE 2 DEPOSITS

Custodial Credit Risk

Custodial credit risk is the risk associated with the failure of a depository institution, such that in the event of a depository financial institution's failure, the District would not be able to recover the deposits or collateralized securities that in the possession of the outside parties. The District does not have a formal policy regarding deposits that limits the amount it may invest in any one issuer.

In accordance with North Dakota Statutes, deposits must either be deposited with the Bank of North Dakota or in other financial institution situated and doing business within the state. Deposits, other than with the Bank of North Dakota, must be fully insured or bonded. In lieu of a bond, a financial institution may provide a pledge of securities equal to 110% of the deposits not covered by insurance or bonds.

Authorized collateral includes bills, notes, or bonds issued by the United States government, its agencies or instrumentalities, all bonds and notes guaranteed by the United States government, Federal land bank bonds, bonds, notes, warrants, certificates of indebtedness, insured certificates of deposit, shares of investment companies registered under the Investment Companies Act of 1940, and all other forms of securities issued by the State of North Dakota, its boards, agencies or instrumentalities or by any District, city, township, school district, park district, or other political subdivision of the state of North Dakota. Whether payable from special revenues or supported by the full faith and credit of the issuing body and bonds issued by another state of the United States or such other securities approved by the banking board.

At year ended December 31, 2024, the District's carrying amount of deposits totaled \$2,831,221 and the bank balances totaled \$2,846,588. Of the bank balances, \$1,491,024 was covered by Federal Depository Insurance. The remaining bank balances were collateralized with securities held by the pledging financial institution's agent in the government's name.

NOTE 3 CAPITAL ASSETS

Primary Government

The following is a summary of changes in capital assets for the year ended December 31, 2024 for the District:

Governmental Activities	Balance Jan 1	Increases	Decreases	Transfers	Balance Dec 31
Capital Assets Not Being Depreciated or Amortized					
Land	\$ 1,051,788	\$ 39,800	\$ -	\$ -	\$ 1,091,588
Total Capital Assets, Not Being Depreciated or Amortized	\$ 1,051,788	\$ 39,800	\$ -	\$ -	\$ 1,091,588
Capital Assets Being Depreciated					
Buildings	\$ 275,743	\$ -	\$ -	\$ -	\$ 275,743
Vehicles & Equipment	160,404	-	-	-	160,404
Infrastructure	8,085,517	-	-	-	8,085,517
Total Capital Assets, Being Depreciated	\$ 8,521,664	\$ -	\$ -	\$ -	\$ 8,521,664
Less Accumulated Depreciation					
Buildings	\$ 124,477	\$ 12,314	\$ -	\$ -	\$ 136,791
Vehicles & Equipment	115,274	11,329	-	-	126,603
Infrastructure	2,527,721	185,998	-	-	2,713,719
Total Accumulated Depreciation	\$ 2,767,472	\$ 209,641	\$ -	\$ -	\$ 2,977,113
Total Capital Assets Being Depreciated, Net	\$ 5,754,192	\$ (209,641)	\$ -	\$ -	\$ 5,544,551
Capital Assets, Net	\$ 6,805,980	\$ (169,841)	\$ -	\$ -	\$ 6,636,139

Depreciation expense was charged to the conservation of natural resources function.

Business-Type Activities

The following is a summary of changes in capital assets for the year ended December 31, 2024 for the Business-Type activities

Business-Type Activities	Balance Jan 1	Increases	Decreases	Transfers	Balance Dec 31
Capital Assets Not Being Depreciated or Amortized					
Land	\$ 253,034	\$ -	\$ -	\$ -	\$ 253,034
Construction in Progress	1,128,626	1,619,983	-	-	2,748,609
Total Capital Assets, Not Being Depreciated or Amortized	\$ 1,381,660	\$ 1,619,983	\$ -	\$ -	\$ 3,001,643
Capital Assets Being Depreciated					
Buildings	\$ 1,101,337	\$ -	\$ -	\$ -	\$ 1,101,337
Vehicles & Equipment	553,817	91,770	45,196	-	600,391
Infrastructure	17,963,019	-	-	-	17,963,019
Total Capital Assets, Being Depreciated	\$ 19,618,173	\$ 91,770	\$ 45,196	\$ -	\$ 19,664,747
Less Accumulated Depreciation					
Buildings	\$ 80,282	\$ 36,711	\$ -	\$ -	\$ 116,993
Vehicles & Equipment	553,818	22,942	45,196	-	531,564
Infrastructure	8,211,145	359,260	-	-	8,570,405
Total Accumulated Depreciation	\$ 8,845,245	\$ 418,913	\$ 45,196	\$ -	\$ 9,218,962
Total Capital Assets Being Depreciated, Net	\$ 10,772,928	\$ (327,143)	\$ -	\$ -	\$ 10,445,785
Capital Assets, Being Amortized					
Intangible Assets	\$ 1,371,300	\$ -	\$ -	\$ -	\$ 1,371,300
Less Amortization					
Intangible Assets	\$ 960,965	\$ 31,564	\$ -	\$ -	\$ 992,529
Capital Assets Being Amortized, Net	\$ 410,335	\$ (31,564)	\$ -	\$ -	\$ 378,771
Capital Assets, Net	\$ 12,564,923	\$ 1,261,276	\$ -	\$ -	\$ 13,826,199

Depreciation expense was charged to the conservation of natural resources function.

NOTE 4 LONG-TERM LIABILITIES

Governmental Activities

During the year ended December 31, 2024, the following changes occurred in governmental activities long-term liabilities:

	Balance Jan 1	Increases	Decreases	Balance Dec 31	Due Within One Year
Long-Term Debt					
Loans Payable	\$ 23,847	\$ -	\$ 11,781	\$ 12,066	\$ 12,066

Business-Type Activities

During the year ended December 31, 2024, the following changes occurred in Business-Type activities long-term liabilities:

	Balance Jan 1	Increases	Decreases	Balance Dec 31	Due Within One Year
Long-Term Debt					
Bonds Payable	\$ 2,067,571	\$ -	\$ 99,685	\$ 1,967,886	\$ 103,001
Loans Payable	747,868	308,782	27,000	1,029,650	29,250
Total Long-Term Debt	\$ 2,815,439	\$ 308,782	\$ 126,685	\$ 2,997,536	\$ 132,251
Compensated Absences	\$ 83,518	\$ 3,423	\$ -	\$ 86,941	\$ 9,147
Total Long-Term Liabilities	\$ 2,898,957	\$ 312,205	\$ 126,685	\$ 3,084,477	\$ 141,398

* The change in Compensated Absences is shown as a net change.

The annual requirements to amortize the outstanding long-term debt at December 31, 2024 is as follows:

Year Ending December 31	GOVERNMENTAL ACTIVITIES		BUSINESS TYPE ACTIVITIES			
	Loans Payable		Bonds Payable		Loans Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 12,066	\$ 795	103,000.90	\$ 66,831	\$ 29,250	\$ 15,454
2026			106,492.60	63,339	29,250	15,015
2027			110,102.70	59,729	29,250	14,576
2028			113,835.20	55,997	34,250	14,138
2029			117,694.20	52,138	34,250	13,624
2030-2034			1,416,760.35	31,084	171,250	60,413
2035-2039					171,250	47,569
2040-2044					205,750	32,915
2045-2049					220,000	9,975
2050-2054					105,150	9,490
Total	\$ 12,066	\$ 795	\$ 1,967,886	\$ 329,117	\$ 1,029,650	\$ 233,167

Through the end of 2024, \$507,000 has been authorized for Missouri West Water System for a State Revolving Fund loan. Through the end of 2024, the Missouri West Water System had drawn down \$481,650 of the available \$507,000. The unused portion of the loan at the end of 2024 for the Water System was \$25,350.

NOTE 5 RETIREMENT PLAN

North Dakota Public Employees' Retirement System

The District participates in the Deferred Compensation Section 457 plan administered by the North Dakota Public Employees' Retirement System (NDPERS). Plan members are not required to contribute; however, the District contributes 8-11%, depending on years of service, of the employee's annual salary. The District's contributions to NDPERS for the years ending December 31, 2024, 2023, and 2022 were \$33,800, \$31,467, and \$37,443 respectively.

Nationwide Retirement

The District contributes to Nationwide Retirement. Plan members are not required to contribute; however, the District contributes 8-11%, depending on years of service, of the employee's annual salary. The District's contributions to Nationwide Retirement for the years ending December 31, 2024, 2023, and 2022 were \$24,331, \$21,762, and \$15,071 respectively.

NOTE 6 PROPERTY TAXES

Property taxes are levied as of January 1. The property taxes attach as an enforceable lien on property on January 1. The tax levy may be paid in two installments: the first installment includes one-half of the real estate taxes and all the special assessments; the second installment is the balance of the real estate taxes. The first installment is due by March 1 and the second installment is due by October 15. A 5% discount is allowed if all taxes and special assessments are paid by February 15. After the due dates, the bill becomes delinquent, and penalties are assessed.

NOTE 7 JOINT VENTURE

Under authorization of state statutes, the District joined the water resource districts of Burleigh County, Dunn County, Emmons County, Mercer County, Mountrail County, Oliver County and Sioux County to establish and operate a joint exercise of powers agreement for water management districts located along the Missouri River. One member of the directors for the joint venture is appointed by each government. The operating and capital expenses are funded by contributions from each government. Each participating district's share of the cost of operations is determined by the number of river miles in each district.

Unaudited summary financial information for the year ended December 31, 2024 is as follows:

Cash and Investments	\$ 15,869
Total Revenues	\$ 113,612
Total Expenses	(122,337)
Net Change in Equity	\$ (8,725)

Complete financial information can be obtained from Missouri River Joint Water Board, P.O. Box 488, Hazen, ND 58545

NOTE 8 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

In 1986, state agencies and political subdivisions joined together to form the North Dakota Insurance Reserve Fund (NDIRF), a public entity risk pool currently operating as a common risk management and insurance program for the state and over 2,000 political subdivisions. The Morton County Water Resource District and the Missouri West Water System pays an annual premium to NDIRF for its general liability, automobile, and inland marine insurance coverage. For the Morton County Water Resource District the coverage by NDIRF is limited to losses of ten million dollars per occurrence for general liability, and \$197,691 for public assets/mobile equipment and portable property. For the Missouri West Water System the coverage by NDIRF is limited to losses of ten million dollars per occurrence for general liability, ten million for automobile, and \$115,806 for public assets/mobile equipment and portable property.

The District also participates in the North Dakota Fire and Tornado Fund and the State Bonding Fund. The District pays an annual premium to the Fire and Tornado Fund to cover property damage to buildings and personal property. Replacement cost coverage is provided by estimating replacement cost in consultation with the Fire and Tornado Fund. The Fire and Tornado Fund is reinsured by a third-party insurance carrier for losses in excess of two million dollars per occurrence during a 12-month period. The State Bonding Fund currently provides the District with blanket fidelity bond coverage in the amount of \$1,026,308 for its employees. The State Bonding Fund does not currently charge any premium for this coverage.

The District has workers compensation with the North Dakota Workforce, Safety and Insurance and purchases commercial insurance for employee health and accident insurance.

NOTE 9 CONSTRUCTION COMMITMENTS

The District had open constructions commitment as of December 31, 2024 as follows:

Business-Type Activities

Project	Original Contract	Change Orders	Total Contract with Change Orders	Total Completed	Retainage	Remaining Balance includes Retainages	% Complete
South Mandan Expansion	\$ 3,127,077	\$ (378,766)	\$ 2,748,312	\$ 2,748,312	\$ 25,000	\$ 25,001	100.00%

MORTON DISTRICT WATER RESOURCE DISTRICT

Budgetary Comparison Schedule - General Fund

December 31, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$ 181,000	\$ 128,700	\$ 153,579	\$ 24,879
Maintenance Assessment	11,000	5,800	5,843	43
Interest Income	2,200	11,200	21,744	10,544
Miscellaneous	1,500	13,670	13,667	(3)
Total Revenues	\$ 195,700	\$ 159,370	\$ 194,833	\$ 35,463
EXPENDITURES				
Current				
Projects	\$ 96,000	\$ 72,115	\$ 72,116	\$ (1)
Payroll	48,500	38,700	38,477	223
Professional Fees	27,500	17,350	17,284	66
Miscellaneous	12,000	12,500	12,337	163
Debt Service				
Principal	-	12,900	11,781	1,119
Interest	-	-	1,079	(1,079)
Total Expenditures	\$ 184,000	\$ 153,565	\$ 153,074	\$ 491
Excess (Deficiency) of Revenues Over Expenditures	\$ 11,700	\$ 5,805	\$ 41,759	\$ 34,972
Fund Balance - January 1	\$ 962,549	\$ 962,549	\$ 962,549	\$ -
Fund Balance - December 31	\$ 974,249	\$ 968,354	\$ 1,004,308	\$ 34,972

The accompanying required supplementary information notes are an integral part of this schedule.

MORTON COUNTY WATER RESOURCE DISTRICT

Notes to the Required Supplementary Information
For the Year Ended December 31, 2024

NOTE 1: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

- The district board adopts an “appropriated budget” on a basis consistent with accounting principles generally accepted in the United States (GAAP) for the general fund.
- The budget includes proposed expenditures and means of financing them.
- The district, on or before the October meeting shall determine the amount of taxes that shall be levied for district purposes and shall levy all such taxes in specific amounts. NDCC 11-23-05
- Each budget is controlled by the operations coordinator at the revenue and expenditure function/object level.
- The current budget, except for property taxes, may be amended during the year for any revenues and appropriations not anticipated at the time the budget was prepared. NDCC 57-15-31.1
- All appropriations lapse at year-end.

NOTE 2: LEGAL COMPLIANCE - BUDGETS

Budget Amendments

The District Board of Commissioners amended the budget for the year ended December 31, 2024 as follows:

	Original Budget	Amendment	Amended Budget
General Fund			
Revenues	\$ 195,700	\$ (36,330)	\$ 159,370
Expenditures	184,000	(30,435)	153,565

STATE AUDITOR
Joshua C. Gallion



PHONE
701-328-2241

FAX
701-328-2345

www.nd.gov/auditor

STATE OF NORTH DAKOTA
OFFICE OF THE STATE AUDITOR
STATE CAPITOL
600 E. Boulevard Ave. Dept. 117
Bismarck, North Dakota, 58505

ndsao@nd.gov

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Independent Auditor's Report

Board of District Commissioners
Morton County Water Resource District
Mandan, North Dakota

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, and each major fund of Morton County Water Resource District as of and for the years ended December 31, 2024, and the related notes to the financial statements, which collectively comprise Morton County Water Resource District's basic financial statements, and have issued our report thereon dated August 11, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Morton County Water Resource District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Morton County Water Resource District's internal control. Accordingly, we do not express an opinion on the effectiveness of Morton County Water Resource District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying *schedule of audit findings* as items 2024-001 and 2024-002 that we consider to be material weaknesses.

MORTON COUNTY WATER RESOURCE DISTRICT

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* - Continued

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Morton County Water Resource District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Morton County Water Resource District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Morton County Water Resource District's response to the findings identified in our audit and described in the accompanying *schedule of audit findings*. Morton County Water Resource District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

/S/

Joshua C. Gallion
State Auditor

Bismarck, North Dakota
August 11, 2025

MORTON COUNTY WATER RESOURCE DISTRICT
Summary of Auditor's Results
For the Year Ended December 31, 2024

Financial Statements

Type of Report Issued:	
Governmental Activities	Unmodified
Business-Type Activities	Unmodified
Major Funds	Unmodified

Internal control over financial reporting

Material weaknesses identified?	<u> X </u>	Yes	<u> </u>	None Noted
Significant deficiencies identified not considered to be material weaknesses?	<u> </u>	Yes	<u> X </u>	None Noted
Noncompliance material to financial statements noted?	<u> </u>	Yes	<u> X </u>	None Noted

MORTON COUNTY WATER RESOURCE DISTRICT

Schedule of Audit Findings

For the Year Ended December 31, 2024

2024-001 – LACK OF SEGREGATION OF DUTIES – MATERIAL WEAKNESS

Condition

The Morton County Water Resource District has limited personnel responsible for most accounting functions. A lack of segregation of duties exists as limited personnel are responsible to collect and deposit monies, issue checks, send checks to vendors, record receipts disbursement in journals, maintain the general ledger, create credit memos, and perform bank reconciliations.

Effect

The lack of segregation of duties increases the risk of material misstatement to the Morton County Water Resource District's financial condition, whether due to error or fraud.

Cause

Management has chosen to allocate economic resources to other functions of the Morton County Water Resource District.

Criteria

According to the COSO framework, proper internal control surrounding custody of assets, the recording of transactions, reconciling bank accounts and preparation of financial statements dictates that there should be sufficient accounting personnel so duties of employees are properly segregated. The segregation of duties would provide better control over the assets of the districts.

Repeat Finding

Yes.

Recommendation

To mitigate the risk associated with this lack of segregation of duties, we recommend the following:

- Financial statements, credit memos, and payroll registers should be reviewed, analyzed, and spot-checked by a responsible official.
- Where possible, segregate the functions of approval, posting, custody of assets, and reconciliation as they relate to any amounts which impact the financial statements.

Morton County Water Resource District's Response

Agreed. We will segregate duties when it becomes feasible.

2024-002 – MATERIAL AUDIT ADJUSTMENTS – MATERIAL WEAKNESS

Condition

During the audit of Missouri West Water System, we proposed material adjusting entries to the financial statements in accordance with generally accepted accounting principles (GAAP). The adjustments were approved by management and are reflected in the financial statements.

Effect

There is an increased risk of material misstatement to the Missouri West Water System's financial statements.

Cause

Morton County Missouri West Water System may not have had procedures in place to ensure the financial statements are complete and accurate.

Criteria

Missouri West Water System is responsible for ensuring the financial statements are reliable, free of material misstatements, and in accordance with GAAP.

Repeat Finding

Yes.

Recommendation

We recommend Missouri West Water System review all adjusting entries to the financial statements to properly reflect the financial statements are in accordance with GAAP.

Missouri West Water System's Response

Agreed. We will review any adjusting entries to the financial statements.



Office of the
State Auditor

NORTH DAKOTA STATE AUDITOR
JOSHUA C. GALLION

NORTH DAKOTA STATE AUDITOR'S OFFICE

600 E. Boulevard Ave. Dept. 117 | Bismarck, North Dakota 58505